

**In the United States District Court
For the Eastern District of Pennsylvania**

Hilda L. Solis, Secretary of Labor,
United States Department of Labor,

Plaintiff,

v.

JOHN J. KORESKO, V, et al.,

Defendants

Civil Action No. 2:09-cv-00988

AFFIDAVIT OF LARRY TOWNSEND

STATE OF PENNSYLVANIA :

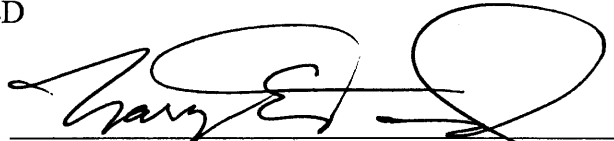
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COUNTY OF MONTGOMERY :

I, LARRY TOWNSEND, swear and affirm that the following is true and correct to the best of my knowledge, information and belief.

1. I am an adult individual employed since 2003 by Koresko Law Firm responsible for administering welfare benefit plans for which PennMont Benefit Services, Inc. ["PennMont"] is the third-party administrator.
2. Among my responsibilities is to process all documents related to PennMont's welfare plan, including adoption documents, plan amendments, premium notices, contributions and correspondence. I also serve as the information services specialist, which provides access to all plan email correspondence.
3. Cetylite has not made a contribution for years. Payment commencing in July of 2005 of \$1.2 million in medical reimbursements out of Trust assets not "belonging" to Cetylite or its owner/employees is an accommodation to resolve a problem. See Exhibit "A," attached, record of payments transactions.

SWORN AND SUBSCRIBED


LARRY E TOWNSEND

Before me, a
Notary Public on
This 3rd day of
September, 2009

